

NATIONAL CREDIT UNION SHARE INSURANCE FUND

Your savings federally insured to \$100,000

NCUA

*National Credit Union Administration
a U.S. Government Agency*

FINANCIAL HIGHLIGHTS APRIL 30, 2005

**DENNIS WINANS
CHIEF FINANCIAL OFFICER**

NCUSIF FINANCIAL HIGHLIGHTS

April 30, 2005

Balance Sheet:

Investments: US Government Securities — increased by \$65.8 million due primarily to the collection of one percent deposit adjustments due from credit unions on April 15.

Due from Credit Unions — of \$6.7 million represents the amount of one percent deposit adjustments due from credit unions on April 15, 2005.

Prepaid & Deferred Charges — is \$0.5 million for April. \$7.0 million was transferred to the operating fund to cover 57% of the agency's operating costs. April's actual operating costs were \$6.5 million.

Other Assets — represents balance due to the NCUSIF from monies loaned to NCUA for purchase of the King Street building.

Check Clearing Accounts — of \$0.4 million is primarily for failed EFT's and refund checks issued to credit unions that declined in insured shares and have not cleared through the banking system as of April 30.

Provision for Credit Union Losses (Reserves) — of \$73.9 million includes negative reserves of \$0.2 million for April.

NCUSIF Equity — is 1.29% for April. The equity ratio is based upon an insured share base of \$500.0 billion for December 31, 2004.

Statement of Revenue and Expense:

NCUSIF Total Operating Expense — of \$6.6 million includes \$101 thousand in direct expenses paid by the NCUSIF for state examiner training, leasing expense for state examiner laptop computers, and other insurance related items.

Insurance Loss — is -\$0.2 million for April. This decrease is a reduction in reserves for specific problem credit unions.

TABLE 1 - NATIONAL CREDIT UNION SHARE INSURANCE FUND
BALANCE SHEET
APRIL 30, 2005

ASSETS	APRIL 2004	MARCH 2005	APRIL 2005
Investments:			
U.S. Government Securities	\$6,122,145,087.97	\$6,335,731,195.37	\$6,401,512,655.17
Advances to Credit Unions:			
NCUSIF Subordinated Notes	0.00	0.00	0.00
Share Deposits	0.00	0.00	0.00
Total Advances to Credit Unions	0.00	0.00	0.00
Other Receivables:			
Due from Credit Unions	18,063,512.10	76,359,984.17	6,699,845.00
Loans due to NCUSIF	3,501,419.24	6,967,794.71	7,344,577.92
Recoveries from Liq. CU	12,793,188.72	24,688,518.90	26,241,628.33
Total Other Receivables	34,358,120.06	108,016,297.78	40,286,051.25
Cash	1,002,031.86	4,997,164.51	53,534.17
Interest Receivable	74,459,348.79	44,054,660.64	55,310,671.77
Prepaid & Deferred Charges	586,697.49	53,402.14	494,288.48
Leased Assets	792,618.29	413,043.53	378,863.87
Other	26,039,637.21	24,809,444.52	24,697,699.73
TOTAL ASSETS	\$6,259,383,541.67	\$6,518,075,208.49	\$6,522,733,764.44
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LIABILITIES			
Accounts Payable:			
Liquidation Claims	\$10,620,102.50	\$17,398,482.77	\$16,481,164.03
Other	623,053.29	2,362.72	4,370.21
Check Clearing Accounts	141,797.20	782,138.30	400,433.85
Dividend Check Clearing	0.00	0.00	0.00
Total Current Liabilities	11,384,952.99	18,182,983.79	16,885,968.09
Provision for CU Losses (Reserves)	83,455,634.34	73,491,484.16	73,866,414.67
Lease Liabilities	729,228.46	420,688.07	315,274.97
TOTAL LIABILITIES	\$95,569,815.79	\$92,095,156.02	\$91,067,657.73
EQUITY			
CU Contributed Capital	\$4,784,816,787.68	\$5,000,035,472.94	\$4,999,049,384.79
Retained Earnings	1,378,996,938.20	1,425,944,579.53	1,432,616,721.92
TOTAL EQUITY	\$6,163,813,725.88	\$6,425,980,052.47	\$6,431,666,106.71
TOTAL LIABILITIES & EQUITY	\$6,259,383,541.67	\$6,518,075,208.49	\$6,522,733,764.44
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COMPARATIVE ANALYSIS OF BALANCE SHEET RATIOS
for Period Ending April 30, 2005

	APR 04	MAR 05	APR 05
1. Investments/Total Assets	97.81%	97.20%	98.14%
2. Total Equity/Insured Shares	1.29%	1.29%	1.29%
3. Prov. for Losses/CU Capital	1.74%	1.47%	1.48%
4. Non-Earning/Total Assets	1.78%	2.42%	1.48%
5. Available Asset Ratio	1.28%	1.24%	1.25%

TABLE 2 - STATEMENT OF REVENUE AND EXPENSE
FOR THE PERIOD ENDING APRIL 30, 2005

INCOME	CURRENT MONTH	CURRENT MONTH BUDGET	CY TO DATE 2005	CY TO DATE BUDGETED 2005	CY TO DATE 2004
Investment Income	\$12,984,012.75	\$11,500,000.00	\$48,203,494.58	\$46,000,000.00	\$40,427,291.95
Other Income	47,902.70	44,000.00	178,604.26	\$176,000.00	176,111.43
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Total Income	13,031,915.45	11,544,000.00	48,382,098.84	46,176,000.00	40,603,403.38
EXPENSE					
Employee Pay	\$4,028,976.26	4,116,711.73	\$15,305,711.13	16,659,297.53	16,327,855.66
Employee Benefits	\$1,041,695.09	1,064,771.14	\$4,027,496.63	4,307,352.91	4,144,572.74
Employee Travel	\$487,145.34	608,897.60	\$1,542,701.47	2,435,590.41	1,559,059.64
Rent/Communications/Utilities	\$164,429.48	186,679.74	\$614,667.61	746,718.98	937,991.96
Administrative Costs	\$463,207.38	498,672.47	\$2,081,907.22	1,994,689.86	2,255,024.82
Contracted Services	\$320,257.97	393,604.84	\$738,491.10	1,574,419.37	739,310.77
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Subtotal NCUA Operating Exp.	6,505,711.52	6,869,337.53	24,310,975.16	27,718,069.07	25,963,815.59
AMAC Expense	4.60	1,589.33	303.75	6,357.32	34,039.50
Training Expense	62,183.05	90,000.00	235,032.69	360,000.00	289,310.64
Leasing Expense	34,640.09	35,000.00	139,696.86	140,000.00	142,498.90
Other Insurance Expense	4,151.65	3,500.00	10,543.86	14,000.00	11,355.30
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Total Operating Exp.	6,606,690.91	6,999,426.86	24,696,552.32	28,238,426.39	26,441,019.93
Insurance Loss	(246,917.85)	1,500,000.00	7,233,082.15	6,000,000.00	3,959,598.88
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Total Expense	6,359,773.06	8,499,426.86	31,929,634.47	34,238,426.39	30,400,618.81
NET INCOME	\$6,672,142.39	\$3,044,573.14	\$16,452,464.37	\$11,937,573.61	\$10,202,784.57
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Retained Earnings, Beginning of Year			\$1,416,164,257.55		\$1,368,794,153.63
Prior Year Adjustment			0.00		0.00
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As Restated			1,416,164,257.55		1,368,794,153.63
Net Income			16,452,464.37		10,202,784.57
			-----		-----
			1,432,616,721.92		1,378,996,938.20
Dividends			0.00		0.00
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Retained Earnings, Year To Date			\$1,432,616,721.92		\$1,378,996,938.20
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Comparative Analysis of NCUSIF Ratios for April 30, 2005

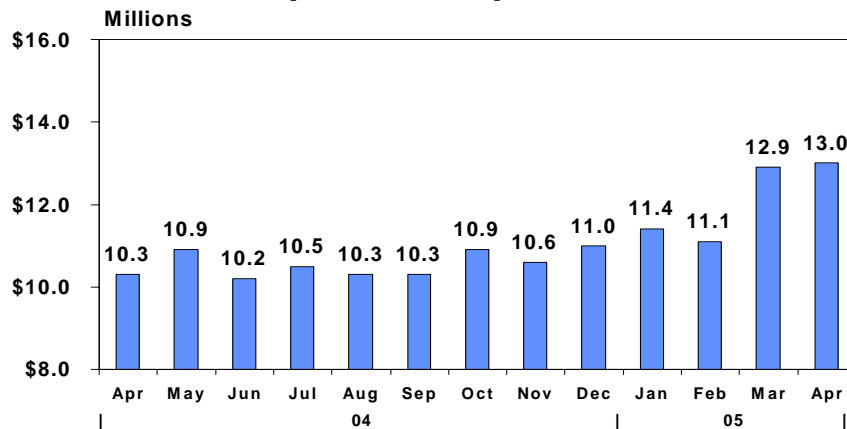
INCOME STATEMENT RATIOS	LAST MONTH	THIS MONTH	PRIOR CYTD	CURRENT CYTD
1. Oper. Exp./Total Income	55.39%	50.70%	65.12%	51.04%
2. Ins. Loss/Total Income	58.05%	-1.89%	9.75%	14.95%
3. Total Exp./Total Income	113.44%	48.80%	74.87%	65.99%
4. Net Income/Total Income	-13.44%	51.20%	25.13%	34.01%
5. Ins. Loss/Insured Shares	0.00%	0.00%	0.00%	0.00%

TABLE 3 - STATEMENT OF CASH FLOWS
April 30, 2005

CASH FLOWS FROM OPERATING ACTIVITIES:	
Income from investments	\$31,138,790.65
Other income received	178,604.26
Cash paid for operating expenses	(25,947,139.51)
Net cash (paid) received for insurance losses	<u>(12,568,646.08)</u>
Net cash provided by operating activities	(7,198,390.68)
CASH FLOWS FROM INVESTING ACTIVITIES:	
Investments, net	(43,964,755.93)
Collections on note receivable - National Credit Union Administration Operating Fund	<u>447,179.16</u>
Net cash provided by (used in) investing activities	(43,517,576.77)
CASH FLOWS FROM FINANCING ACTIVITIES:	
Contributions from insured credit unions Cont Cap acct	50,764,098.61
Dividends to insured credit unions	<u>0.00</u>
Net cash provided by financing activities	50,764,098.61
NET INCREASE (DECREASE) IN CASH	48,131.16
CASH, BEGINNING OF YEAR	5,403.01
CASH, ENDING APRIL 30, 2005	<u><u>\$53,534.17</u></u>

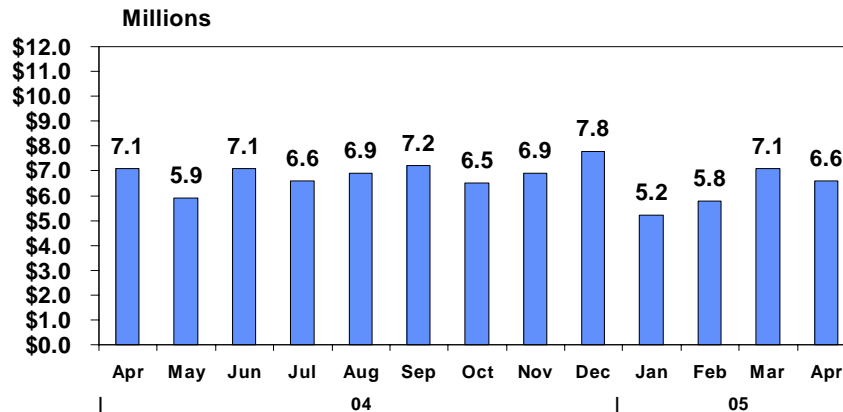
GROSS INCOME

April 04 – April 05



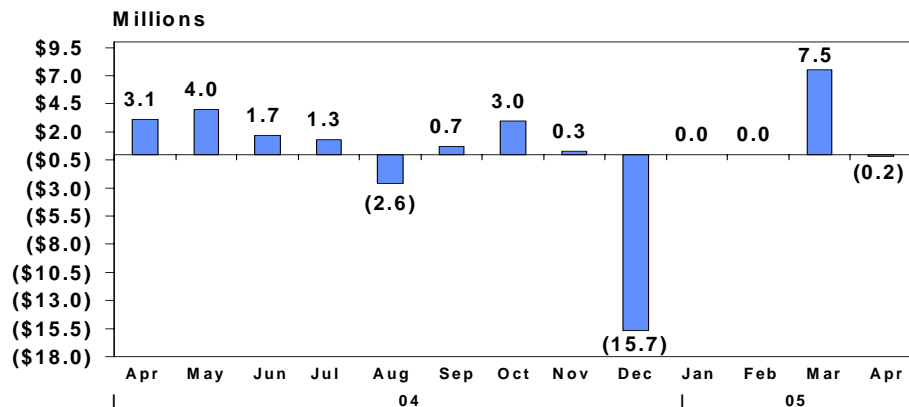
OPERATING EXPENSE

April 04 – April 05



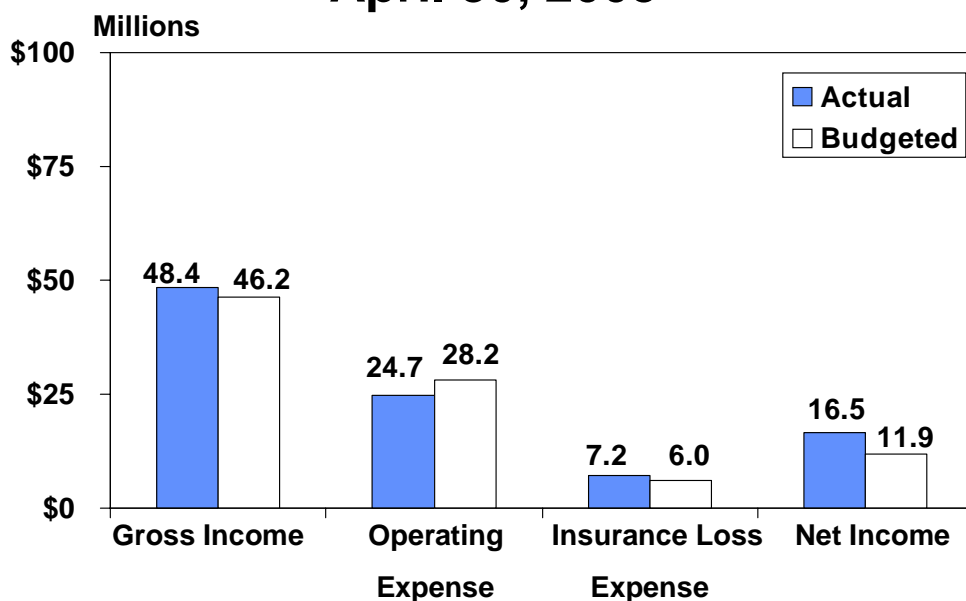
INSURANCE LOSS EXPENSE

April 04 – April 05



REVENUE AND EXPENSE

April 30, 2005



NCUSIF EQUITY RATIO

April 30, 2005

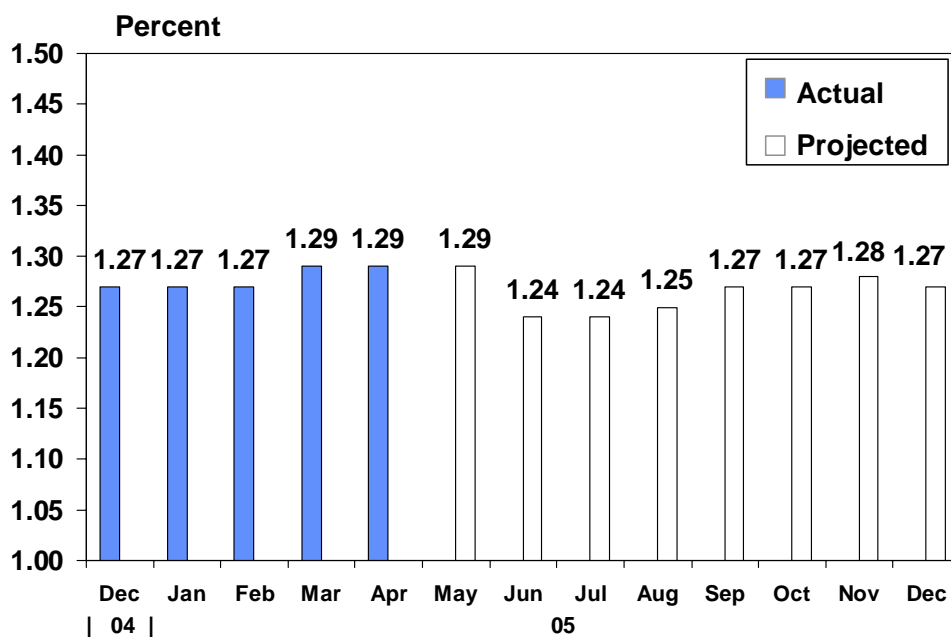
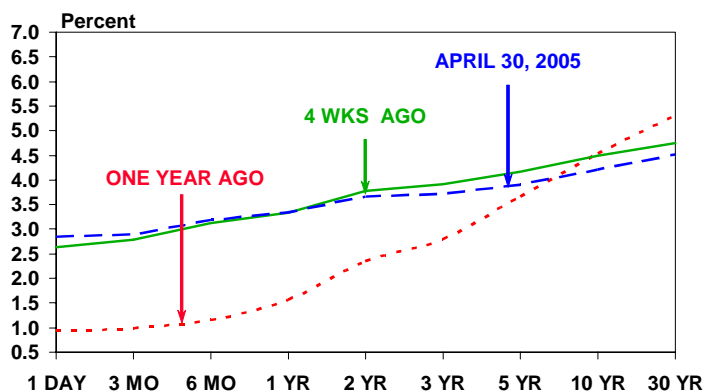


TABLE 4

INVESTMENT PORTFOLIO SUMMARYApril 30, 2005

I. INVESTMENT PORTFOLIO BALANCE AND MARKET VALUE					
	Book Value	Market Value	(Gain or Loss)	% Market to Book Value	Weighted Average Yield
Daily Treasury Account	\$1,639,415,000	\$1,639,415,000	\$0	100.0%	2.76%
U.S. Treasury Notes	\$4,762,097,655	\$4,710,218,750	(\$51,878,905)	98.9%	2.30%
TOTAL	\$6,401,512,655	\$6,349,633,750	(\$51,878,905)	99.2%	2.43%
II. INVESTMENT PORTFOLIO PERFORMANCE					
	Last Month	Current Month	CY To Date	CY05 Projections	
Investment Yield	2.36%	2.43%	2.29%	2.75%	
Investment Income	\$12,838,623	\$12,984,013	\$48,203,495	138 Million	
Income Budgeted	\$11,500,000	\$11,500,000	\$46,000,000	138 Million	
Income/Budgeted Ratio	111.6%	112.9%	102.1%	100.00%	
Weighted Avg. Maturity in Days	359	337			
III. MONTHLY ACTIVITY					
Purchase	Type	Amount	Maturity	Yield	
TOTAL		\$0			
IV. MATURITY SCHEDULE (par value in millions)					
3 months or less	2,239.4				
3 months - 1 year	1,300.0				
1 year - 2 years	2,000.0				
2 years - 3 years	800.0				
3 years - 4 years	0.0				
TOTAL	\$6,339.4				

TREASURY YIELD CURVE



MATURITY SCHEDULE

April 30, 2005

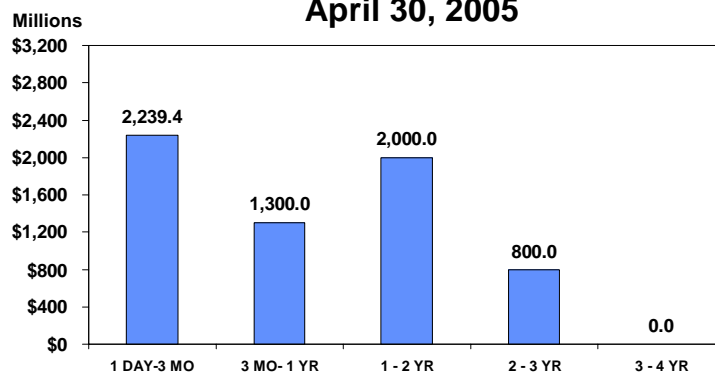


TABLE 5

MONTHLY YIELD COMPARISONS**April 30, 2005**

YIELD COMPARISONS								
	Sep-04	Oct-04	Nov-04	Dec-04	Jan-05	Feb-05	Mar-05	Apr-05
NCUSIF Yield	2.00%	2.00%	2.00%	2.01%	2.10%	2.27%	2.36%	2.43%
90 day T-Bill	1.70%	1.89%	2.21%	2.22%	2.50%	2.74%	2.78%	2.89%
1 year T-Bill	2.20%	2.28%	2.61%	2.75%	2.94%	3.19%	3.34%	3.33%
2 year T-Note	2.64%	2.57%	2.99%	3.08%	3.28%	3.58%	3.78%	3.65%
30 year T-Note	4.92%	4.81%	5.00%	4.84%	4.57%	4.72%	4.75%	4.51%

YIELD COMPARISONS

April 30, 2005

